

2007 MICHIGAN Individual Income Tax Return MI-1040**Return is due April 15, 2008.**

Type or print in blue or black ink. Print numbers like this: 0123456789 - NOT like this: 0147

PLACE LABEL HERE	▶ 1. Filer's First Name	M.I.	Last Name	▶ 2. Filer's Social Security No. (Example: 123-45-6789)
	If a Joint Return, Spouse's First Name	M.I.	Last Name	
	Home Address (No., Street, P.O. Box or Rural Route)			▶ 3. Spouse's Social Security No. (Example: 123-45-6789)
	City or Town	State	ZIP Code	▶ 4. School District Code (5 digits - see p. 45)

MILITARY FAMILY RELIEF FUND
CHILDREN'S TRUST FUND
CHILDREN OF VETERANS TUITION GRANT PROGRAM

You may contribute to the Military Family Relief Fund, Children's Trust Fund and the Children of Veterans Tuition Grant Program on lines 21, 22, and 23 of this form.

▶ 5. STATE CAMPAIGN FUND Check this box if you (or your spouse, if filing a joint return) want \$3 of your taxes to go to this fund. This will not increase your tax or reduce your refund. a. You <input type="checkbox"/> Yes <input type="checkbox"/> No b. Spouse <input type="checkbox"/> Yes <input type="checkbox"/> No	▶ 6. FARMERS, FISHERMEN OR SEAFARERS <input type="checkbox"/> Check this box if 2/3 of your income is from farming, fishing or seafaring.
▶ 7. FILING STATUS. Check one. a. <input type="checkbox"/> Single b. <input type="checkbox"/> Married, filing jointly c. <input type="checkbox"/> Married, filing separately* * If you check box "c," complete line 3 and enter spouse's name below: <div style="border: 1px solid black; height: 20px; width: 100%;"></div>	▶ 8. RESIDENCY. Check all that apply. a. <input type="checkbox"/> Resident b. <input type="checkbox"/> Nonresident* c. <input type="checkbox"/> Part-Year Resident* * If you check box "b" or "c," you must complete and attach Schedule NR.

▶ 9. EXEMPTIONS	
a. Number of exemptions you claimed on your 2007 federal return.....	▶ 9a. <input type="text"/> x \$3,400 <input type="text"/> 00
b. Number of individuals 65 or older who qualify for a special exemption.....	▶ 9b. <input type="text"/> x \$2,200 <input type="text"/> 00
c. Number of individuals who qualify for one of the following special exemptions: deaf, blind, hemiplegic, paraplegic, quadriplegic, or totally and permanently disabled	▶ 9c. <input type="text"/> x \$2,200 <input type="text"/> 00
d. Number of children ages 18 and under you claimed as Michigan exemptions	▶ 9d. <input type="text"/> x \$600 <input type="text"/> 00
e. If your unemployment compensation is 50% or more of your Adjusted Gross Income (amount claimed on line 10) check the box and enter \$2,200.....	▶ 9e. <input type="checkbox"/> (✓) \$2,200 <input type="text"/> 00
f. If someone else can claim you as a dependent, check the box, complete Worksheet 2 on p.10, and enter the amount from the worksheet.....	▶ 9f. <input type="checkbox"/> (✓) <input type="text"/> 00
g. Add lines 9a, 9b, 9c, 9d, 9e, and 9f. Enter here and on line 15	9g. <input type="text"/> 00
10. Adjusted gross income from your U.S. 1040, 1040A, 1040EZ or 1040NR (see p. 10)	▶ 10. <input type="text"/> 00
11. Additions from Michigan Schedule 1, line 7. Attach Schedule 1.....	▶ 11. <input type="text"/> 00
12. Total. Add lines 10 and 11.....	12. <input type="text"/> 00
13. Subtractions from Michigan Schedule 1, line 21. Attach Schedule 1	▶ 13. <input type="text"/> 00
14. Income subject to tax. Subtract line 13 from line 12. If line 13 is greater than line 12, enter "0"	14. <input type="text"/> 00
15. Exemption allowance. Enter the amount from line 9g or Schedule NR, line 20.....	▶ 15. <input type="text"/> 00
16. Taxable income. Subtract line 15 from line 14. If line 15 is greater than line 14, enter "0"	16. <input type="text"/> 00
17. Tax. Multiply line 16 by 4.01% (.0401). Enter here and carry amount to line 18.....	17. <input type="text"/> 00

**DIRECT DEPOSIT**Deposit your refund directly into
your bank account! See p. 11
and complete a, b and c.
 a. Routing
Transit
Number
▶
 c. Account
Number
▶

 b. Type of
Account ▶ (1) ☐ Checking (2) ☐ Savings

Filer's Social Security Number

All nonrefundable credits are now claimed on Schedule 2.

18. Enter amount of tax from line 17	18.		00
19. Total Nonrefundable Credits. Attach Schedule 2	19.		00
20. Income tax. Subtract line 19 from line 18. If line 19 is greater than line 18, enter "0"	▶ 20.		00
21. Military Family Relief Fund. Enter your contribution amount (\$1 minimum)	▶ 21.		00
22. Children's Trust Fund. Enter your contribution amount (\$5 minimum)	▶ 22.		00
23. Children of Veterans Tuition Grant Program. Enter your contribution amount (\$2 minimum)	▶ 23.		00
24. USE Enter use tax due on Internet, mail order or other out-of-state purchases from TAX Worksheet 1, line 3, p. 9.	▶ 24.		00
25. Add lines 20, 21, 22, 23 and 24	25.		00

REFUNDABLE CREDITS AND PAYMENTS

26. Property Tax Credit. Attach MI-1040CR or MI-1040CR-2	▶ 26.		00
27. Farmland Preservation Credit. Attach MI-1040CR-5	▶ 27.		00
28. Qualified Adoption Expenses. Attach U.S. 8839 and MI-8839	▶ 28.		00
29. Stillbirth Credit. Enter amount from Worksheet 3, p. 11	▶ 29.		00
30. Michigan tax withheld from Schedule W, line 3. Attach Schedule W	▶ 30.		00
31. Estimated tax, extension payments and 2006 credit forward	▶ 31.		00
32. Total refundable credits and payments. Add lines 26 through 31	32.		00

REFUND OR TAX DUE

Office Use Only

33. If line 32 is less than line 25, enter TAX DUE Include interest _____ and penalty _____ if applicable (see p. 11).....	PAY ▶ 33.		00
34. If line 32 is greater than line 25, subtract line 25 from line 32. You overpaid this amount	34.		00
35. Amount of line 34 to be credited to your 2008 estimated tax for your 2008 tax return.....	▶ 35.		00
36. Subtract line 35 from line 34.....	REFUND ▶ 36.		00

Deceased Taxpayer. If Filer and/or Spouse died after December 31, 2006, check the appropriate box below.▶ ☐ Filer is Deceased▶ ☐ Spouse is Deceased**Taxpayer Certification.** I declare under penalty of perjury that the information in this return and attachments is true and complete to the best of my knowledge.

Filer's Signature

Date

Spouse's Signature

Date

▶ I authorize Treasury to discuss my return with my preparer.

☐ Yes☐ No**Preparer Certification.** I declare under penalty of perjury that this return is based on all information of which I have any knowledge.

▶ Preparer's PTIN, FEIN or SSN

▶ Preparer's Business Name (print or type)

Preparer's Business Address (print or type)

Refund, Credit or zero returns. Mail your return to: **Michigan Department of Treasury, Lansing, MI 48956**
Pay amount on line 33. Mail your check and return to: **Michigan Department of Treasury, Lansing, MI 48929**

Make your check payable to "**State of Michigan.**" Print your **Social Security number** and "**2007 income tax**" on the front of your check. Do not staple your check to the return. Keep a copy of your return and all supporting schedules for six years.

To check the status of your refund, have a copy of your MI-1040 available when you visit: **www.michigan.gov/iit**

Use Tax

You owe use tax for mail order and Internet purchases made from out-of-state sellers as well as purchases while traveling in foreign countries. Use tax must be paid on the total price (including shipping and handling charges).

Every state that has a sales tax has a companion tax for purchases made outside that state, by catalog or over the Internet. In Michigan, that companion tax is called the “use tax,” but might be described more accurately as a remote sales tax because it is a 6 percent tax owed on purchases made outside of Michigan.

How to Pay Use Tax

Pay use tax on your MI-1040. Use Worksheet 1 to calculate your tax and enter the amount of tax due on line 24.

Worksheet Calculation

Line 1: For purchases of \$0-\$1,000, if you know the amount, multiply your total purchases times 6 percent (.06) and enter the amount on Line 1, **or**

For purchases under \$1,000, if you have incomplete or inaccurate receipts to

calculate your purchases, you may use Table 1 - Use Tax to estimate your taxes. (See the example.)

Line 1 should contain a number unless you made no purchases under \$1,000 subject to the use tax. If we later determine that you owe use tax, you may be subject to penalty and interest.

Line 2: In all cases, if a single purchase is \$1,000 or more, you must pay 6 percent use tax on those purchases.

Example: Kurt ordered a computer from a catalog retailer in New York for \$1,437.50. Kurt also purchased items over the Internet for less than \$1,000 during the year, but lost his receipts. He is sure he did not pay Michigan sales tax. Kurt’s AGI is \$46,500. Kurt would complete Worksheet 1 as follows:

Line 1: Kurt selects \$23 from the table based on his AGI \$23.00

Line 2: Kurt enters
\$1,437.50 x 6 percent \$86.25

Line 3: Total use tax due..... \$109.25
Kurt would enter \$109 (no cents) on his 2007 MI-1040, line 24.

TABLE 1 - USE TAX

AGI*	Tax
\$0-\$10,000	\$3
\$10,001-\$20,000	\$8
\$20,001-\$30,000	\$13
\$30,001-\$40,000	\$18
\$40,001-\$50,000	\$23
\$50,001-\$75,000	\$31
\$75,001-\$100,000	\$44
Above \$100,000	Multiply AGI by 0.05% (.0005)

* AGI from MI-1040, line 10

Using **Table 1 - Use Tax** to estimate your taxes does not preclude Treasury from auditing your account. If additional tax is due, you may receive an assessment for the amount of the tax owed, plus applicable penalty and interest.

Use Tax on the Difference

If you paid at least 6 percent to another state on your purchase, you do not owe use tax to Michigan. If you paid less than 6 percent, you owe the difference. Note: The full 6 percent use tax is owed on purchases made in a foreign country.

WORKSHEET 1 - USE TAX

Line 1: Itemized purchases of \$0 to \$1,000 x
6 percent (.06) **OR** Use Tax Table amount \$ _____

Line 2: Single purchases \$1,000 or more x 6 percent (.06) \$ _____

Line 3: Total Use Tax Due (total of Lines 1 and 2) \$ _____

Enter amount from Line 3 above on your 2007 MI-1040, Line 24. If the amount on Line 3 is 0, enter 0 on your 2007 MI-1040, Line 24.

For more information, see
www.michigan.gov/taxes.